

KIAWAH RIVER UTILITY COMPANY

DOCKET NO. 2018-102-S

Testimony of Gary C. White

Before the South Carolina Public Service Commission

Testimony Prepared: September 10, 2019

Hearing Date: November 12, 2019

Q. Please state your name and business address.

A. Gary C. White, 11541 S.E. 178th Loop, Summerfield, Florida.

Q. What is your occupation?

A. I am Vice President of Guastella Associates, LLC ("GA").

Q. Have you previously testified before the South Carolina Public Service Commission?

A. Yes.

Q. Please describe the nature of your assignment in connection with this proceeding.

A. GA was retained to prepare initial rates and charges on behalf of a new developer-related sewer utility, ultimately formed as Kiawah River Utility Company ("KRUC"). GA's assignment was to examine the financial information and operating data of the utility, prepare a computer model reflecting projections of

1 the revenue requirement and resultant initial rates and charges on the basis of a
2 complete system analysis. Working with Mr. Guastella, I prepared detailed
3 summary schedules that are included the Initial Rate Study that has been
4 submitted with KRUC's application with the Public Service Commission for
5 approval of its initial rates. A statement of my qualifications and experience are
6 appended to that study.

7
8 **Q. Will the utility system be built in phases?**

9 Q. Yes. The study includes results under each of four anticipated phases, with the
10 last phase being the buildout of the utility system. The proposed initial rate are
11 based on the buildout phase or complete system because it produced the lowest
12 rates and best assures that the utility customers will only pay for a reasonable
13 portion of the cost of providing utility service during the growth years,

14
15 **Q. Does the study explain each of the schedules?**

16 A. Yes.

17 **Q. Does this conclude your testimony?**

18 A. Yes.